

**GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT**

Handlooms and Textiles Department – Textile and Apparel Promotion Policy, 2005-2010 – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 M/s. Loyal Textile Mills Ltd at Menakur, Naidupeta, SPSR Nellore District for their “Spinning and Weaving” unit as a Mega Project – Orders- Issued.

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**INDUSTRIES & COMMERCE (Tex) DEPARTMENT**

**G.O.Ms.No. 29**

**Dated:12-01-2012**

**Read the following:-**

1. From the Vice President (HR), M/s. Loyal Textile Mills Ltd Letter No. Nil, dated 18.08.2011 & 2.12.2011
2. The State Investment Promotion Committee Meeting held on 27.12.2011
3. The State Investment Promotion Board Meeting held on 31.12.2011.
4. G.O Ms.No.61, Ind. & Com. (IP) Dept, dated 29-06-2010.
5. G.O Ms.No.300, Ind. & Com. (Tex) Dept, dated 08-11-2005.

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**ORDER:-**

In the letter 1<sup>st</sup> read above, 1st read above, the Vice President (HR), M/s. Loyal Textile Mills Ltd, Menakur, Naidupeta, SPSR Nellore District has informed that they have setup Spinning and Weaving unit at Menakur, Naidupeta, SPSR Nellore District with an investment of Rs.253.98 Crores and created direct employment to 500 persons and indirect employment to 200 persons.

2. The company requested for the following benefits:

- (a) Road linking from NH 5 upto the Unit, power line charges, water to door step etc.
- (b) To Exempt from statutory power cut and provide Uninterrupted power supply to company.
- (c) Power cost reimbursement @ 1.50 per unit for 5 years as prevailing on 01.04.2005.
- (d) Request for 240 KLD of Water @ 15 /KL for a minimum period of 8 years.
- (e) 100 % Reimbursement of VAT/CST/SGST for 8 years
- (f) 100% reimbursement of cost involved in training.
- (g) Declaring the unit as public utility services and allow workmen to work in three shifts.
- (h) 100% reimbursement of stamp duty.
- (i) 50% subsidy on Specific cleaner production

3. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the above proposal in its meetings held on 27.12.2011 and decided to place the matter before the State Investment Promotion Board (SIPB) with the following recommendations:

- (a) Reimbursement of 50% VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from RYK.
- (d) All other incentives as per IIPP 2010-15 policy

4. In the reference 3rd read above, State Investment Promotion Board in its meeting held on 31.12.2011 discussed the proposal in detail and decided to extend the following incentives to the Company:

- (a) Reimbursement of 50% Net VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from the resources of RYK scheme.
- (d) All other incentives as per IIPP 2010-15 policy.

5. The Government after careful examination of the proposal and in view of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. Loyal Textile Mills Ltd at Menakur, Naidupeta, SPSR Nellore District for their "Spinning and Weaving" unit with an investment of Rs.253.98 Crores as decided by the State Investment Promotion Board under Industrial Investment Promotion Policy 2010-2015 as a Mega Project :-.

- (a) Reimbursement of 50% Net VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from the resources of RYK scheme.
- (d) All other incentives as per IIPP 2010-15 policy, which include
  - (i) 100% Reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
  - (ii) 100% Reimbursement of Stamp duty on Mortgages and hypothecations.
  - (iii) 25% subsidy on specific cleaner production measures limited to Rs.5 Lakhs.

6. The industry shall provide atleast 80% employment to the candidates belonging to Andhra Pradesh State for becoming eligible to the above incentives.

7. The Commissioner of Handlooms, Textiles & Apparel Export Parks, Andhra Pradesh, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

Dr. PREM CHAND  
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Handlooms, Textiles & Apparel Export Parks,  
Andhra Pradesh, Hyderabad

M/s. Loyal Textile Mills Ltd at Menakur, Naidupeta, SPSR Nellore District,  
through the Commissioner of Handlooms, Textiles & Apparel Export Parks,  
Andhra Pradesh, Hyderabad

Copy to:

The Revenue (CT) Department.  
The Revenue (Registration) Department.  
The Energy Department.  
The Irrigation (Reforms) Dept.  
The Ind. & Com. (INF) Department.  
The Accountant General, Andhra Pradesh, Hyderabad  
The Commissioner of Industries, A.P., Hyderabad.  
The Commissioner of Commercial Taxes, Hyderabad  
The Chairman & Managing Director, APTRANSCO, Hyderabad  
The Managing Director, APSPDCL, Tirupati  
The Vice Chairman & Managing Director,  
Andhra Pradesh Industrial Infrastructure Corporation Ltd.,  
Hyderabad.  
The District Collector, SPSR Nellore District.  
The General Manager, District Industries Centre, Nellore  
The P.S. to Secretary to Chief Minister  
The O.S.D. to the Hon'ble Minister for Handlooms and Textiles, Spinning Mills,  
Small Scale Industries, Khadi & Village Industries Board, and Public Enterprises.  
The P.S. to Chief Secretary to Government  
The P.S. to Principal Secretary to Government (M&T) /Principal Secretary to Government &  
CIP, Industries & Commerce Department.  
SC/SF

// FORWARDED BY: ORDER//

SECTION OFFICER.